

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT	)	
FILING OF THE UNION LIGHT,	)	CASE NO. 9029-M
HEAT AND POWER COMPANY	)	

O R D E R

On October 24, 1984, the Commission issued its Order in Case No. 9029, approving certain rates and providing for adjustments of these rates on a quarterly basis in accordance with the provisions of the gas cost adjustment clause set forth therein.

On December 1, 1987, The Union Light, Heat and Power Company ("Union") filed its revised quarterly gas cost adjustment which is to become effective January 1, 1988, and is to remain in effect until March 31, 1988.

After reviewing the record in this case and being advised, the Commission is of the opinion and finds that:

(1) Union's notice of December 1, 1987, set out certain revisions in rates which Union proposed to place into effect, said rates being designed to pass on the wholesale increase in gas costs from its suppliers in the amount of \$824,002 or 8.5 cents per Mcf.

(2) Union's notice set out a total refund adjustment of .5 cents per Mcf, which is the current quarter adjustment.

(3) Union's notice set out a total actual adjustment of 10.7 cents per Mcf to compensate for previous under-recovery of gas cost by the company through the operation of its gas cost recovery procedure.

(4) Union's notice set out a total balance adjustment of .4 cents per Mcf to reconcile previous actual, refund and balance adjustments.

(5) Union's gas cost recovery rate for exempt customers in the amount of \$3.198 per Mcf is an increase of 5.7 cents per Mcf from the previously authorized rate. This increase represents the combined effect of the supplier, actual, refund and balancing adjustments.

(6) Union's adjustment in rates set out in the Appendix to this Order is fair, just, and reasonable and in the public interest and should be effective with bills rendered on and after January 1, 1988, or as soon as practicable thereafter.

IT IS THEREFORE ORDERED that:

(1) The rates in the Appendix to this Order be and they hereby are authorized effective with bills rendered on and after January 1, 1988, or as soon as practicable thereafter.

(2) The gas cost recovery rate for exempt customers shall be \$3.198 per Mcf.

(3) Within 30 days of the date of this Order Union shall file with this Commission its revised tariffs setting out the rates and charges authorized herein.

Done at Frankfort, Kentucky, this 16th day of December, 1987.

PUBLIC SERVICE COMMISSION

Richard D. Weman, Jr.  
Chairman

Robert M. Davis  
Vice Chairman

James M. Williams  
Commissioner

ATTEST:

Executive Director

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE COMMISSION  
IN CASE NO. 9029-M DATED 12/16/87

The following rates and charges are prescribed for the customers served by Union Light, Heat and Power Company. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the date of this Order.

RATE GS  
GENERAL SERVICE

Customer Charge per month:

Residential Service	\$4.50
Non-Residential Service	\$6.00

	<u>Base Rate</u>	<u>Gas Cost Adjustment</u>		<u>Total Rate</u>
All Gas Used	13.91¢	plus 31.98¢	equals	45.89¢ per 100 cu. ft.

Minimum Bill: The minimum monthly charge shall be the customer charge as stated above.

The "Gas Cost Adjustment" as shown above, is an adjustment per 100 cubic feet determined in accordance with the "Gas Cost Adjustment Clause" set forth on Sheet No. 19 of this tariff.

RATE F  
Special Contract - Firm Use

	<u>Base Rate</u>	<u>Gas Cost Adjustment</u>		<u>Total Rate</u>
All Gas Used	7.39¢	plus 31.98¢	equals	39.37¢ per 100 cu. ft.

The "Gas Cost Adjustment" as shown above, is an adjustment per 100 cubic feet determined in accordance with the "Gas Cost Adjustment Clause" set forth on Sheet No. 19 of this tariff.

RATE OP

OFF PEAK

NET MONTHLY BILL

Computed in accordance with the following charges:

(1) Firm Use shall be billed in accordance with Rate GS, General Service;

(2) Off Peak Gas (i.e., Gas in excess of Firm Use) shall be billed in accordance with the following:

<u>Base</u> <u>Rate</u>	<u>Gas</u> <u>Cost</u> <u>Adjustment</u>	<u>Total</u> <u>Rate</u>
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All Gas Used 4.42¢ plus 31.98¢ equals 36.40¢ per 100 cu. ft.

The "Gas Cost Adjustment" as shown above, is an adjustment per 100 cubic feet determined in accordance with the "Gas Cost Adjustment Clause" set forth on Sheet No. 19 of this tariff.